

ARTICLE 46-03

CALCULATION OF A REGULAR RATE AND OVERTIME

Chapter
46-03-01 Calculation of a Regular Rate and Overtime

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Section
46-03-01-01 Formulas for Determining Regular Rate and Overtime

46-03-01-01. Formulas for determining regular rate and overtime.

1. Determining overtime from an hourly rate:

Hourly rate x 1.5 = Overtime hourly rate of pay

Overtime hourly Number of hours worked Amount of
rate of pay x in excess of 40 = overtime due

2. Determining hourly rate and overtime from monthly salary:

Monthly salary x 12 = Weekly salary
52

Weekly salary = Rate per hour
Total hours worked
during that week

To calculate overtime from this:

Rate Number of hours worked Amount of
per hour x 1/2 x in excess of 40 = overtime due

3. Determining hourly rate and overtime for retail employees paid principally from commissions:

Total compensation for one week Regular rate
Total hours worked for that same week = of pay

4. Weighted average method of overtime: When an employee performs two jobs for the same employer, with each job having a different rate of pay, the method of computing overtime is as follows:

Job 1: Rate of pay x Number of hours = Compensation

Job 2: Rate of pay x Number of hours = Compensation
Total hours = Total compensation

Total compensation = Average per hour
Total hours

Average per hour = Rate of overtime
1/2

The rate of overtime multiplied by the number of overtime hours (hours in excess of 40) is the total overtime due.

History: Effective December 1, 1992; amended effective March 1, 1998.

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Law Implemented: NDCC 34-06-11, 34-06-12